

**2004 Supplemental  
MAA PL-TI Schip Match**

**Estimated Savings from H.R. 2854**

Allowing certain states to claim enhanced SCHIP on children >150% FPL  
Savings is the difference between effective FMAP and SCHIP claiming rates

Medical Assistance Administration  
Division of Policy & Analysis  
9-Sep-03

**Estimated Eligibles above 150% FPL**

	CN1055 Other Kids	CN1050 Other Women	CN1040 Blind/Disabled	MN1101 Other	Totals
SFY04	72,402	19	-	71	72,492
SFY05	73,094	20	-	71	73,185

**Total Expenditures, based on Feb03 Per Caps**

	CN1055 Other Kids	CN1050 Other Women	CN1040 Blind/Disabled	MN1101 Other	Totals
SFY04	76,774,183	173,606	-	962,687	77,910,476
SFY05	94,259,791	222,308	-	1,145,574	95,627,673
Total	171,033,974	395,915	-	2,108,260	173,538,148

**State Share at effective FMAP**

SFY04	38,387,091	81,521	-	481,343	38,949,956
SFY05	47,129,895	111,154	-	572,787	47,813,836
Total	85,516,987	192,675	-	1,054,130	86,763,792

**State Share at SCHIP Rate (35%)**

SFY04	26,870,964	60,762	-	336,940	27,268,666
SFY05	32,990,927	77,808	-	400,951	33,469,685
Total	59,861,891	138,570	-	737,891	60,738,352

**Potential Savings**

	CN1055 Other Kids	CN1050 Other Women	CN1040 Blind/Disabled	MN1101 Other	Totals
SFY04	11,516,127	20,759	-	144,403	11,681,289
SFY05	14,138,969	33,346	-	171,836	14,344,151
Total	25,655,096	54,105	-	316,239	26,025,440

**HR 2854 CAP - 20% Based  
on Original Allotment**

	21,238,185
	20,027,249
	41,265,434

Assumptions:

Base caseload is CFC Draft Nov-03 forecast for affected caseloads, with the exception of MN-Other. The most recent last actual has been carried forward for purposes of this estimate. Income verification, premium collection and signature requirement steps are included in the CFC draft forecasts.

Section(g)(B)(ii) of HR2854 defines eligible permissible expenditures as "... Medical assistance under. Title XIX to individuals who have not attained age 19 and whose family income exceeds 150 percent of the poverty line." Section(g)(B)(i) allows qualifying states to claim enhanced match for "... Medical Assistance expenditures to individuals who have not attained age 19 and whose family income exceeds 150% of the poverty line ..." (Section(g)(B)(ii). Based on discussions with C&B, we believe that the enhanced match applies to all children (age 0 through 18) and includes both Categorically Needy (CN) Mandatory and Optional children.

Clients who are citizens under age 19, in CN1050 Pregnant Women, and in the MN-Other populations are also assumed to be eligible for the enhanced match. The number of cases to use in the computation of percentage cases above 150% of FPL was developed by OFM.

No income data exists for children in foster care, adoption support, transitional medical, or SSI/SSI-related. No decision has been made to apply percentages in other populations to these children.

Based on historical information, optional children in the CN1055 caseload have a lower per capita cost than mandatory children (lower income). It's assumed that most of the children above 150% FPL are in the optional population, and that their per capita cost is 80% of average. For other client categories, Nov-02 forecast per capita costs were used.

Per discussion with CMS, we are allowed to use the difference between 65% and the effective FMAP claimed by states in each quarter. For August 16, 2003 through June 30, 2004, the FMAP would be the claiming rate allowed under JTRRA.

There is a limit on the amount states can collect, which is 20% of SCHIP allocation. (See SCHIP Allot tab.)

**Potential Savings**

	(Original Allotment) Lower of Cap or Estimate
SFY04	11,681,289
SFY05	14,344,151
Total	26,025,440